

**The Hyakugo Bank, Ltd. and Consolidated Subsidiaries**  
**Consolidated Balance Sheets**  
As of March 31, 2018 and 2017

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2018	2017	2018
<b>Assets:</b>			
Cash and due from banks (Notes 3 and 7)	¥ 611,452	¥ 330,505	\$ 5,755,386
Call loans and bills bought (Note 3)	81,366	84,215	765,879
Monetary claims bought (Note 3)	10,939	11,520	102,971
Trading account securities (Notes 3 and 4)	18	392	177
Money held in trust (Notes 3 and 4)	2,000	2,018	18,834
Securities (Notes 3, 4 and 7)	1,778,737	2,043,568	16,742,637
Loans and bills discounted (Notes 3, 5 and 14)	3,095,211	2,935,867	29,134,148
Foreign exchanges (Notes 3 and 5)	1,731	1,758	16,299
Lease receivables and lease investment assets (Note 15)	18,813	16,181	177,087
Other assets (Note 7)	68,196	47,113	641,913
Tangible fixed assets (Note 6)	46,730	46,640	439,860
Intangible fixed assets	5,293	4,139	49,828
Asset for employee retirement benefits (Note 10)	15,371	13,095	144,683
Deferred tax assets (Note 17)	722	730	6,803
Customers' liabilities for acceptances and guarantees (Note 11)	20,904	18,807	196,768
Allowance for loan losses	(15,725)	(19,264)	(148,019)
Total assets	¥ 5,741,767	¥ 5,537,292	\$ 54,045,254

See accompanying Notes to Consolidated Financial Statements.

	Millions of yen		Thousands of U.S. dollars (Note 1)
	2018	2017	2018
<b>Liabilities:</b>			
Deposits (Notes 3, 7 and 8)	¥ 4,716,096	¥ 4,545,769	\$ 44,390,970
Negotiable certificates of deposit (Notes 3 and 8)	181,500	173,335	1,708,399
Call money and bills sold (Note 3)	100,000	-	941,265
Payables under securities lending transactions (Notes 3 and 7)	75,514	274,712	710,793
Borrowed money (Notes 3, 7 and 9)	197,427	82,704	1,858,319
Foreign exchanges (Note 3)	32	41	309
Other liabilities (Notes 9, 15 and 17)	43,037	53,729	405,099
Provision for bonuses	222	215	2,090
Liability for employee retirement benefits (Note 10)	2,986	3,661	28,107
Provision for directors' retirement benefits	105	110	995
Provision for reimbursement of deposits	1,405	1,206	13,226
Provision for point card certificates	358	330	3,373
Provision for contingent loss	498	544	4,693
Reserves under special laws	0	0	9
Deferred tax liabilities (Note 17)	41,748	36,804	392,964
Deferred tax liabilities for land revaluation (Note 6)	2,535	2,555	23,870
Acceptances and guarantees (Note 11)	20,904	18,807	196,768
Total liabilities	<u>5,384,375</u>	<u>5,194,531</u>	<u>50,681,249</u>
<b>Net assets (Notes 12 and 19):</b>			
Capital stock	20,000	20,000	188,253
Capital surplus (Note 18)	10,381	10,220	97,718
Retained earnings	223,649	213,945	2,105,139
Treasury stock	(146)	(151)	(1,376)
Total shareholders' equity	<u>253,885</u>	<u>244,014</u>	<u>2,389,734</u>
Valuation difference on available-for-sale securities (Note 4)	102,182	95,248	961,806
Deferred gains/losses on hedges	(4,466)	(4,836)	(42,044)
Revaluation reserve for land (Note 6)	4,170	4,213	39,251
Retirement benefit adjustments (Note 10)	1,467	(478)	13,817
Total accumulated other comprehensive income	<u>103,353</u>	<u>94,146</u>	<u>972,830</u>
Stock acquisition rights (Note 13)	153	133	1,441
Non-controlling interests	-	4,466	-
Total net assets	<u>357,391</u>	<u>342,761</u>	<u>3,364,005</u>
Total liabilities and net assets	<u>¥ 5,741,767</u>	<u>¥ 5,537,292</u>	<u>\$ 54,045,254</u>